

(b) Available data shows that there was noticeable fall in inward remittances and perceptible net outflow under NR(E) and FCNR schemes in April-May, 1991.

(c) The strain on the Balance of Payments was aggravated by the Gulf crisis, and this resulted in a sharp drain on the foreign exchange reserves. The downward adjustment of the rupee in relation to major foreign currencies and the trade policy reforms announced recently are some of the steps taken to correct the imbalance in the external sector. With the introduction of substantive corrective measures, it is expected that the trend will be reversed and inflows will normalise.

[Translation]

Inquiry into Malpractices in Sainik School, Chittorgarh

393 SHRI GIRDHARI LAL BHARGAVA : Will the Minister of DEFENCE be pleased to state :

(a) whether a memorandum demanding inquiry into the malpractices in Sainik School, Chittorgarh was submitted to the Government on January 8, 1990 ;

(b) whether any inquiry has been conducted in this regard ;

(c) if so, the outcome of the inquiry ; and

(d) if not, the reasons therefor ?

THE MINISTER OF DEFENCE (SHRI SHARAD PAWAR): (a) to (d)

A letter dated 8-1-90 containing allegations of maladministration and misuse of position against the former
91-M/P(02) 51155-4

Principal of Sainik School, Chittorgarh was received by Government. The Principal of the School was transferred on 10-2-90 and an Inquiry was conducted by the Inspecting Officer, Sainik Schools. The report of the Chairman, Local Board of Administration on the Inquiry Report is awaited.

[English]

Foreign Exchange Bawling in Public Sector Banks

394. SHRI RAJNATH SONKAR SHASTRI : Will the Minister of FINANCE be pleased to state :

(a) whether attention of the Government has been drawn to the news item captioned "Forex siphoned from banks through forged documents" that appeared in the Economic Times dated 9 April, 1991 ;

(b) if so, the details of the public sector banks which issued forged documents to the delinquent traders ;

(c) the total amount of foreign exchange involved in the forgery and whether any persons/bank officials responsible for the loss/forgery have been booked ;

(d) if so, the action taken against the guilty persons and the steps taken to check the recurrence of such losses/forgery in future ; and

(e) the number of complaints received against the public sector banks during the last six months by the Consumer Grievance Cell, Bank-wise ; and

(f) the action taken thereon ?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI DALBIR SINGH): (a) Yes, Sir.

(b) and (c) The Reserve Bank of India (RBI) has reported that scrutiny of the accounts of Khand branch of Union Bank of India carried out in March, 1991 has brought to light certain procedural lapses. Though bank's funds were not involved, remittances equivalent to Rs. 568.58 lakhs were fraudulently effected under forged import documents in the case of 32 import bills. The bank's internal auditors detected the fraud. According to the bank, the fraud was committed by external forces.

(d) The matter was referred by Union Bank of India to the RBI, who in turn, reported it to the Directorate of Enforcement. The Directorate has taken up the investigation. The bank

has transferred the concerned Chief Manager and reiterated its instructions/guidelines for handling of import collection documents to caution branches against recurrence of such instances.

(e) and (f) The Grievance Cell in the Central Office of Reserve Bank of India receives complaints against banks/branches in regard to deficiencies relating to certain aspects of their working like delay in issue on Drafts, sanction of loans etc. The Bankwise position showing the number of complaints received in the last 6 months (i.e. from 1-1-91 to 30-6-91) is given in the statement attached. The Grievance Cell of RBI themselves investigate some cases where considered necessary and obtains the comments from their Regional Offices and the concerned banks, while the remaining cases are sent to such offices for appropriate action.

STATEMENT

Sl No	Name of Bank	No of complaints received	Sent to Banks/RBI's Regional Offices for appropriate action	Sent to RBI's Regional Offices/Banks for investigation/comments
1	State Bank of India	197	154	43
2	State Bank of Bikaner & Jaipur	10	8	2
3	State Bank of Hyderabad	16	11	2
4	State Bank of Indore	10	9	1
5	State Bank of Mysore	5	2	3
6	State Bank of Patiala	14	10	4
7	State Bank of Saurashtra	8	4	4
8	State Bank of Travancore	6	2	4
9	Allahabad Bank	26	20	6
10	Andhra Bank	26	18	8
11	Bank of Baroda	50	27	23

STATEMENT—contd.

12	Bank of India	61	32	29
13	Bank of Maharashtra	31	19	12
14	Canara Bank	44	27	17
15	Central Bank of India	23	21	2
16	Corporation Bank	25	18	7
17	Dena Bank	23	18	5
18	Indian Bank	21	13	8
19	Indian Overseas Bank	26	18	8
20	New Bank of India	51	43	8
21	Oriental Bank of Commerce	23	19	4
22	Punjab & Sind Bank	57	50	7
23	Punjab National Bank	75	62	13
24	Syndicate Bank	40	30	10
25	UCO Bank	41	31	10
26	Union Bank of India	30	28	2
27	United Bank of India	18	14	4
28	Vijaya Bank	69	49	20
TOTAL		1,026	760	266

**Police Officer Occupying C.M.D.
Office in Kanpur**

395. SHRI V. SREENIVASA PRASAD : Will the Minister of TEXTILES be pleased to state :

(a) whether a Police Officer had illegally made his entry on a closed holiday in or about mid of May, 1991 into the Office of Chairman-cum-Managing Director of Public Sector Company in Kanpur under his ministry;

(b) whether he continued in the said office for about three or four days until the Ministry concerned intervened ;

(c) whether the same officer has again taken over the position in the said company since 7th June, 1991 ; and

(d) if so, the facts in this regard ?

THE MINISTER OF STATE OF THE MINISTRY OF TEXTILES (SHRI ASHOK GEHLOT) : (a) to (d) On the basis of a communications issued by Govt. of India, the State Govt. of U.P. had placed the services of an I.P.S. Officer, at the disposal of British India Corporation Ltd. (BIC) Kanpur on 17th May, 1991 for appointment as Chairman-cum-Managing Director (CMD) of the Corporation. However, pending notification regarding his appointment as